

## **FISCAL NOTE**

### **HB 361 - SB 883**

February 13, 2007

**SUMMARY OF BILL:** Allows consumers to void the purchase of a motor vehicle from a dealer when the final approval of the sale of the vehicle is contingent upon financing that the dealer fails to obtain within three days after the vehicle is delivered to the consumer. A violation is an unfair or deceptive act or practice under the *Tennessee Consumer Protection Act of 1977* and is punishable through civil penalties, private rights of action, and as a Class B misdemeanor.

#### **ESTIMATED FISCAL IMPACT:**

**Increase State Revenues – Not Significant**  
**Increase State Expenditures – Not Significant**

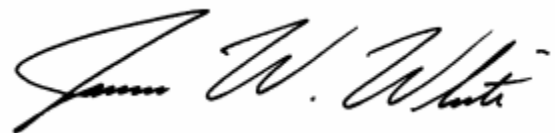
**Increase Local Govt. Revenues – Not Significant**  
**Increase Local Govt. Expenditures – Not Significant**

#### **Assumptions:**

- An increase in state revenues from the collection of civil penalties.
- An increase in state expenditures to implement and monitor the provisions of this bill.
- There will not be a sufficient number of prosecutions for local governments to experience any significant increase in revenues or expenditures.
- Some increase in cases in the court system, which will result in additional state and local government expenditures for processing the cases and additional state and local government revenues from fees, taxes and costs collected. However, such increases will not be significant.

#### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director